

DAILY MARKETS OVERVIEW

11 FEBRUARY 2019

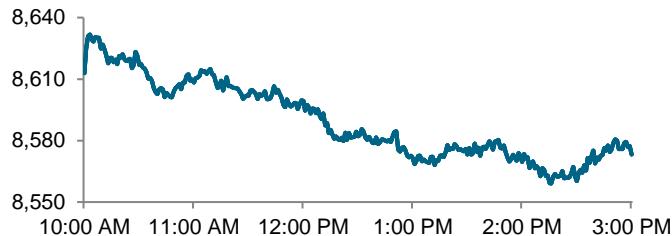
السعودي الفرنسي كابيتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,573	-0.5	-0.5	9.5	18.1
Saudi (NOMU)	3,520	5.2	5.2	39.7	9.2
Energy	4,541	-0.3	-0.3	-6.4	18.6
Materials	5,674	-0.4	-0.4	8.0	18.0
Capital Goods	4,110	0.1	0.1	5.4	22.3
Com. & Prof. Svc	4,374	0.2	0.2	5.7	18.7
Transportation	3,592	-0.4	-0.4	3.3	19.6
Cons. Durables & Apparel	3,738	0.0	0.0	2.0	NA
Consumer Services	3,205	0.0	0.0	8.7	NA
Media	10,431	0.3	0.3	2.5	NA
Retailing	6,737	-0.8	-0.8	-1.9	32.2
Food & Staples Retailing	5,595	-1.1	-1.1	-5.9	22.7
Food & Beverages	4,401	-0.6	-0.6	13.2	NA
Health Care Equipment	3,733	-0.1	-0.1	-0.6	20.1
Pharma, Biotech & Life Science	3,687	-1.1	-1.1	-4.9	25.7
Banks	8,241	-0.8	-0.8	14.2	14.3
Diversified Financials	3,757	2.4	2.4	8.0	NA
Insurance	4,277	-0.2	-0.2	2.4	NA
Telecommunication	5,828	-0.1	-0.1	7.8	18.3
Utilities	3,704	-0.1	-0.1	9.9	36.7
REITs	3,572	0.0	0.0	-1.4	NA
Real Estate	3,328	0.6	0.6	3.2	24.4

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Kingdom Holding Co.	8.97	4.3%	9
Yamama Cement Co.	15.06	3.2%	23
The Qassim Cement Co.	39.50	3.1%	6
Red Sea International Co.	16.00	3.1%	1
Saudi Cable Co.	48.35	2.9%	125

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
The Saudi British Bank	7-Feb	4Q18	1,207.8	71.0	0.81	NA
Dur Hospitality Company	7-Feb	4Q18	10.7	-44.0	0.11	NA
Saudi Electricity Co	6-Feb	4Q18	-3,773.0	NA	-0.91	NA
Hail Cement Co	4-Feb	4Q18	8.5	115.5	0.09	NA
Al Rajhi Bank	3-Feb	4Q18	2,772.5	13.0	1.71	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 11, 2019

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.5% lower at 8,573, while NOMU ended 5.2% higher at 3,520 on Sunday. TASI traded value totaled SAR 2.1bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 29.6% of the daily traded value.
- Banks and Materials declined 0.8% and 0.4%, respectively. Telecom closed 0.1% lower. Diversified Financials (up 2.4%) was the best performer. Among stocks, Kingdom Holding Co. (4280/KINGDOM AB), Yamama Cement Co. (3020/YACCO AB), and The Qassim Cement Co. (3040/QACCO) led the gainers.
- The Ministry of Housing issued 17,000 value-added tax (VAT) exemption certificates for first-time homebuyers in 2018. The Ministry is cooperating with other government authorities to set requirements for completing electronic registration of public lease contracts. (Source: Argaam)
- Saudi Industrial Development Fund (SIDF) signed a finance agreement within Tawteen (Localization) Finance Program to build corrosion resistance alloy (CRA) clad steel pipes plant in Jubail City, Eastern Region, with investment amounting to SAR 292mn (USD 77.8mn). (Source: Argaam)
- Saudi Arabia Venture Capital and Private Equity Association (SAVCPEA) plans on stimulating investment in the country by raising awareness and promoting partnerships between industry professionals. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) and Italy's Eni (ENI IM) signed a joint development agreement to further develop technology for natural gas conversion. The development project will advance the technology, which is based on the Short Contact Time Catalytic Partial Oxidation (SCT-CPO) of natural gas. (Source: Argaam)
- National Medical Care Co. (4005/CARE AB) denied that it had any intention of selling any of its subsidiary units and assured that any major changes will be announced on Tadawul. (Source: Argaam)
- Avaya Holdings Corp. (AVYA US) unveiled its new office at the Information Technology and Communications Complex (ITCC) in Riyadh. The office at ITCC features the first Avaya customer experience center to be opened in KSA. The center will serve as a design and test bed for world-class solutions to local business challenges. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
United Cooperative Assurance Co.	12.50	-3.0%	12
The Saudi Investment Bank	20.32	-2.2%	6
Samba Financial Group	37.85	-2.2%	46
Wafrah for Industry and Development Co.	15.84	-2.0%	4
National Agriculture Marketing Co.	25.30	-1.9%	4

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	123.40	-1.0%	179
Al Rajhi Bank	101.00	-1.0%	178
Alinma Bank	24.06	-0.3%	131
Saudi Cable Co.	48.35	2.9%	125
Dar Alarkan Real Estate Development Co.	10.26	1.6%	116

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,530	-0.5	-0.5	0.0	7.7
Abu Dhabi (ADX)	5,082	-0.6	-0.6	3.4	13.7
Kuwait (KSE)	5,231	0.2	0.2	0.9	18.1
Qatar (QE)	10,441	-0.6	-0.6	1.4	15.2
Oman (MSM)	4,158	0.2	0.2	-3.8	8.5
Bahrain (BSE)	1,410	-0.6	-0.6	5.4	9.6
DJMENA Index	589	-0.4	-0.4	5.9	NA

Source: Bloomberg, Reuters

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is up 0.8%. Japan is closed for trading while South Korea is trading flat. Hong Kong is up 0.2% while India is trading 0.6% lower in the morning session.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi closed 0.5% and 0.6% lower, respectively. Kuwait gained 0.2%, while Qatar ended 0.6% lower. Oman closed 0.2% higher while Bahrain declined 0.6%.
- Bahrain's Minister of Finance stated that the country would focus on stringent cost controls, as it seeks to cut its budget deficit and reduce interest costs while using investment to stimulate growth. (Source: Arabian Business)
- The Secretary-General of Federation of UAE Chambers of Commerce and Industry stated that business and trade activities and events have played a major role to the UAE leading regionally and globally in more than 10 sub-indicators in the doing business report. (Source: Zawya)
- Brazil exported goods worth USD 11.5bn (AED 42.2bn) to the Arab World in 2018. Brazilian exports to the UAE, Egypt, KSA and Kuwait were recorded at USD 2.0bn (AED 7.4bn), USD 2.1bn (AED 7.8bn), USD 2.1bn (AED 7.7bn), and USD 227mn (AED 833mn), respectively. (Source: Zawya)
- According to the Department of Economic Development (DED), a majority of businesses in Dubai foresee accelerated economic growth during 1Q19, driven by sustained public spending on infrastructure and social development, initiatives to increase ease of business, and a brighter outlook on sales and profits. (Source: Trade Arabia)
- Kuwait Petroleum Corporation (KPC) is reassessing plans to spend about USD 500bn (KWD 152bn) in capital investment and may decide this year to combine its eight business units into four to streamline the company. (Source: Arabian Business)
- Dubai's Roads and Transport Authority (RTA) announced that 83% of the work on Ras Al Khor Street Improvement Project (Ex Al Awir Street) and the upgrade of the entrances of the International City has been completed. (Source: Trade Arabia)
- Baker Hughes (BHGE US) announced an agreement with Emirates National Oil Company (Enoc) to co-develop VitalyX, a real-time lubricant monitoring system. (Source: Trade Arabia)
- Dubai South stated one of its units, South Energy, has signed a MoU with Singapore-based SP Group as part of its efforts to boost its district cooling capabilities by exploring key opportunities with the company. (Source: Trade Arabia)

Coming Up

- UK's 4Q18 provisional GDP growth estimate (prior: 0.6% Q/Q, 1.5% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 8 (prior: 1.3mn barrels) will be announced on 13 February. (Source: Econoday)
- US jobless claims for the week ended February 9 (prior: 234K) will be announced on February 14. (Source: Econoday)

Source: Bloomberg, Reuters

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.70	0.00	-0.11	0.00
Saudi Arabia	2.96	0.00	-0.02	0.26
UAE	2.85	0.00	0.01	0.15
Kuwait	2.56	0.00	0.25	-0.14
Qatar	2.91	-0.02	0.01	0.22
Bahrain	3.95	0.00	0.00	1.25

Source: Reuters

NOTES:(1) Prices updated as of February 11, 2019(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate



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